

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02113A

Chaparral City Water Company
630 E. Foothills Blvd.
San Dimas, CA 91773

RECEIVED

MAY 26 2011

ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2010
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FOR COMMISSION USE

ANN 04	10
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5-3-11

COMPANY INFORMATION

Company Name (Business Name): Chaparral City Water Company

Mailing Address 12021 N. Panorama Drive

(Street)

Fountain Hills

(City)

AZ

(State)

85268

(Zip)

(916) 853-3636 (916) 852-0171 (916) 801-3658
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address PSchubert@gswater.com

Local Office Mailing Address 12021 N. Panorama Drive

(Street)

Fountain Hills

(City)

AZ

(State)

85268

(Zip)

(916) 853-3636 (916) 852-0171 (916) 801-3658
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address PSchubert@gswater.com

MANAGEMENT INFORMATION

☐ **Regulatory Contact:**

☐ **Management Contact:** Gladys M. Farrow Treasurer and Assistant Secretary
(Name) (Title)

630 East Foothill Blvd San Dimas CA 91773
(Street) (City) (State) (Zip)

(909) 394-3600 x 624 (909) 394-0711
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address gladysfarrow@gswater.com

On Site Manager: Paul Schubert
(Name)

12021 N. Panorama Drive Fountain Hills AZ 85268
(Street) (City) (State) (Zip)
(916) 853-3636 (916) 852-0171 (916) 801-3658

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address PSchubert@gswater.com

Statutory Agent: United States Corporation Company

(Name)

2338 West Royal Palm Road Phoenix AZ 85022
(Street) (City) (State) (Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Norman D. James, Law Offices of Fennemore Craig
(Name)

3003 North Central Avenue #2600 Phoenix AZ 85012-2913
(Street) (City) (State) (Zip)

(602) 916-5346 (602) 916-5546
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|--|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|--|---|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME: Chaparral City Water Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	\$1,554,591	\$639	\$1,553,952
304	Structures and Improvements	1,722,612	597,979	1,124,633
307	Wells and Springs	159,627	(19,950)	179,577
311	Pumping Equipment	5,801,210	3,553,888	2,247,322
320	Water Treatment Equipment	6,434,223	1,079,577	5,354,646
330	Distribution Reservoirs and Standpipes	8,203,020	3,330,795	4,872,225
331	Transmission and Distribution Mains	23,581,613	7,740,387	15,841,226
333	Services	10,274,807	1,836,627	8,438,180
334	Meters and Meter Installations	2,874,282	1,977,212	897,070
335	Hydrants	1,947,780	343,859	1,603,921
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	165,737	81,576	84,161
340	Office Furniture and Equipment	280,380	172,339	108,041
341	Transportation Equipment	514,905	493,260	21,645
343	Tools, Shop and Garage Equipment	169,747	73,784	95,963
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	43,327	42,723	604
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	\$63,727,861	\$21,304,695	\$42,423,166

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	\$1,554,591	0.00%	\$-
304	Structures and Improvements	1,722,612	3.33%	57,363
307	Wells and Springs	159,627	3.33%	5,316
311	Pumping Equipment	5,801,210	12.49%	724,666
320	Water Treatment Equipment	6,434,223	3.33%	214,260
330	Distribution Reservoirs and Standpipes	8,203,020	2.19%	179,967
331	Transmission and Distribution Mains	23,581,613	2.00%	471,487
333	Services	10,274,807	3.31%	340,142
334	Meters and Meter Installations	2,874,282	8.33%	239,428
335	Hydrants	1,947,780	1.98%	38,531
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	165,737	4.39%	7,271
340	Office Furniture and Equipment	280,380	11.25%	31,543
341	Transportation Equipment	514,905	20.14%	103,696
343	Tools, Shop and Garage Equipment	169,747	4.73%	8,031
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	43,327	9.46%	4,099
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	\$63,727,861	3.81%	\$2,425,800

CIAC Amortization

Other amortization

Net Depreciation & Amortization (Acct. No. 403)*

(406,256)

(74,496)

\$1,945,048

NOTE: *

(1) Depreciation expense is net of CIAC amortization.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$127,603	\$1,297,176
134	Working Funds	-	-
135	Temporary Cash Investments	-	-
141	Customer Accounts Receivable	417,791	410,759
146	Notes/Receivables from Associated Companies	93,780	64,886
151	Plant Material and Supplies	5,223	5,518
162	Prepayments	189,595	216,214
174	Miscellaneous Current and Accrued Assets	4,949,737	4,876,590
	TOTAL CURRENT AND ACCRUED ASSETS	\$5,783,729	\$6,871,143
	FIXED ASSETS		
101	Utility Plant in Service	\$63,397,794	\$63,727,861
103	Property Held for Future Use	-	-
105	Construction Work in Progress	171,196	239,064
108	Accumulated Depreciation – Utility Plant	(19,177,844)	(21,304,695)
121	Non-Utility Property	-	-
122	Accumulated Depreciation – Non Utility	-	-
	TOTAL FIXED ASSETS	\$44,391,146	\$42,662,230
	TOTAL ASSETS	\$50,174,875	\$49,533,373

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$156,533	\$244,509
232	Notes Payable (Current Portion)	330,000	345,000
234	Notes/Accounts Payable to Associated Companies	1,375,989	305,997
236	Accrued Taxes	-	-
237	Accrued Interest	26,859	26,734
241	Miscellaneous Current and Accrued Liabilities	270,668	411,811
	TOTAL CURRENT LIABILITIES	2,160,049	\$1,334,051
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$5,645,000	\$5,300,000
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	-	-
235	Customer Deposits	413,623	274,466
252	Advances in Aid of Construction	5,210,378	4,603,933
255	Accumulated Deferred Investment Tax Credits	-	-
271	Contributions in Aid of Construction	14,090,603	14,694,938
272	Less: Amortization of Contributions	(1,265,203)	(1,671,459)
281	Accumulated Deferred Income Tax	893,537	787,306
	Other Credits	1,233,166	1,252,973
	TOTAL DEFERRED CREDITS	\$20,576,104	\$19,942,157
	TOTAL LIABILITIES	\$28,381,153	\$26,576,208
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$4,603,140	\$4,603,140
211	Paid in Capital in Excess of Par Value	14,959,074	14,959,074
215	Retained Earnings	2,231,508	3,394,951
218	Proprietary Capital (Sole Props and Partnerships)	-	-
	TOTAL CAPITAL	\$21,793,722	\$22,957,165
	TOTAL LIABILITIES AND CAPITAL	\$50,174,875	\$49,533,373

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$7,585,061	\$8,649,883
460	Unmetered Water Revenue	-	-
474	Other Water Revenues	137,077	94,831
	TOTAL REVENUES	\$7,722,138	\$8,744,714
	OPERATING EXPENSES		
601	Salaries and Wages	\$1,009,230	\$ 962,617
610	Purchased Water	1,140,355	911,489
615	Purchased Power	621,347	555,554
618	Chemicals	130,072	128,625
620	Repairs and Maintenance	82,792	39,170
621	Office Supplies and Expense	19,752	13,091
630	Outside Services	295,172	309,153
635	Water Testing	49,255	34,859
641	Rents	-	-
650	Transportation Expenses	75,974	62,571
657	Insurance – General Liability	32,672	85,861
659	Insurance - Health and Life	127,578	156,940
666	Regulatory Commission Expense – Rate Case	332,470	72,422
675	Miscellaneous Expense	1,037,318	1,009,922
403	Depreciation Expense *	2,026,098	1,945,048
408	Taxes Other Than Income	52,844	44,969
408.11	Property Taxes	191,382	190,314
409	Income Tax	52,478	702,889
	TOTAL OPERATING EXPENSES	\$7,276,789	\$7,225,494
	OPERATING INCOME/(LOSS)	\$445,349	\$1,519,220
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$36,367	\$657
421	Non-Utility Income	-	-
426	Miscellaneous Non-Utility Expenses	-	-
427	Interest Expense	(407,445)	(356,434)
	Goodwill Impairment change, net of tax	-	-
	Loss on settlement for removal of wells, net of tax	(459,578)	-
	TOTAL OTHER INCOME/ (EXPENSE)	(\$830,656)	(\$355,777)
	NET INCOME/ (LOSS)	(\$385,307)	\$1,163,443

* Depreciation expense is net of CIAC amortization.

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	December 1997			
Source of Loan	IDA Bond 1997A & B			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$8,920,000	\$	\$	\$
Amount Outstanding	\$5,645,000	\$	\$	\$
Date of Maturity	Range from 2011-2022			
Interest Rate	Range from 5.2% - 5.4%	%	%	%
Current Year Interest	\$320,805	\$	\$	\$
Current Year Principle	\$330,000	\$	\$	\$

Meter Deposit Balance at Test Year End \$274,466

Meter Deposits Refunded During the Test Year \$144,157

COMPANY NAME: Chaparral City Water Company

Name of System: ADEQ Public Water System Number: AZ0022381

WATER COMPANY PLANT DESCRIPTION
WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
**55-604784	N/A	1500	725	10 3/4	8	1970
**55-604785	N/A	1180	765	350-20/415-16	10	1970
55-604786	350	1100	738	450-20/288-16	10	1972
55-604787	250	1100	768	300-20/468-16	10	1972
**55-604784	N/A	1500	725	10 3/4	8	1970
**55-604785	N/A	1180	765	350-20/415-16	10	1970

* Arizona Department of Water Resources Identification Number

** Not in Service

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
CAP Water Treatment Plant II	10417	1,832,839 (net of water loss)
Well #10	1100	15,298

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
40	5	1659	
60	2		
75	7		
100 & 125	4		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
3.5	1	10,000	2
1.5	1	5,000	2
1.25	4	3,000	1
0.5 or less	3		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME Chaparral City Water Company

Name of System: ADEQ Public Water System Number: AZ0022381

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		57,344
5		
6		490,354
8		257,718
10		4,050
12		140,429
16		30,077
18		27,613

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	8,595
1	4,673
1 1/2	176
2	163
Comp. 3	
Turbo 3	67
Comp. 4	
Turbo 4	10
Comp. 6	2
Turbo 6	3
	13,689

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Chaparral City Water Company

Name of System: ADEQ Public Water System Number: AZ0022381

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	13,414	120,357	131	117,758
FEBRUARY	13,437	94,726	79	102,668
MARCH	13,457	92,020	198	119,349
APRIL	13,346	139,979	723	141,910
MAY	13,303	134,983	1,286	165,360
JUNE	13,455	152,593	596	165,035
JULY	13,453	188,702	2,292	198,069
AUGUST	13,462	178,985	2,617	181,893
SEPTEMBER	13,463	176,377	3,511	182,351
OCTOBER	13,450	163,204	3,316	173,295
NOVEMBER	13,464	163,122	462	155,692
DECEMBER	13,468	130,536	87	129,459
TOTALS →		1,735,584	15,298	1,832,839

What is the level of arsenic for each well on your system? .0065mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1500 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
(X) Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
(X) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
(X) Yes () No

If yes, provide the GPCPD amount: 128

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: Chaparral City Water Company
Name of System: ADEQ Public Water System Number: AZ0022381

UTILITY SHUTOFFS / DISCONNECTS

MONTH		Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			53	
FEBRUARY			88	
MARCH			125	
APRIL			90	
MAY			84	
JUNE			85	
JULY			57	
AUGUST			58	
SEPTEMBER			62	
OCTOBER			56	
NOVEMBER			65	
DECEMBER			24	
TOTALS →			847	

OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2010 was: \$95,185.12

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED

16-1 3-27

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) Maricopa
NAME (OWNER OR OFFICIAL) TITLE Gladys M. Farrow, Treasurer and Assistant Secretary
COMPANY NAME Chaparral City Water Company

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

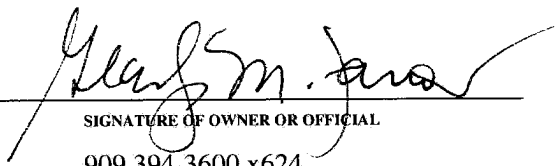
HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

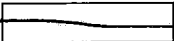
I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

See attachment


SIGNATURE OF OWNER OR OFFICIAL
909 394-3600 x624
TELEPHONE NUMBER

~~SUBSCRIBED AND SWORN TO BEFORE ME~~

~~A NOTARY PUBLIC IN AND FOR THE COUNTY OF~~

~~THIS~~  ~~DAY OF~~ *Jan*

~~(SEAL)~~

COUNTY NAME	
MONTH April	2011

SIGNATURE OF NOTARY PUBLIC

~~MY COMMISSION EXPIRES~~

CALIFORNIA JURAT WITH AFFIANT STATEMENT

- ☒ See Attached Document (Notary to cross out lines 1-6 below)
☐ See Statement Below (Lines 1-5 to be completed only by document signer[s], *not* Notary)

Signature of Document Signer No. 1

Signature of Document Signer No. 2 (if any)

State of California

County of San Bernardino

Subscribed and sworn to (or affirmed) before me on this

26th day of April, 20 11, by
Date Month Year

(1) Gladys Farrow,
Name of Signer

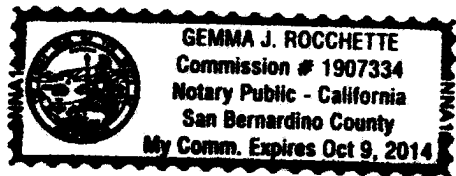
proved to me on the basis of satisfactory evidence
to be the person who appeared before me (.) (.)

(and

(2) _____,
Name of Signer

proved to me on the basis of satisfactory evidence
to be the person who appeared before me.)

Signature Gemma J. Rochette
Signature of Notary Public



Place Notary Seal Above

OPTIONAL

*Though the information below is not required by law, it may prove
valuable to persons relying on the document and could prevent
fraudulent removal and reattachment of this form to another document.*

Further Description of Any Attached Document

Title or Type of Document: Sworn Stmt AZ taxes

Document Date: 4.26.11 Number of Pages: one

Signer(s) Other Than Named Above: none

RIGHT THUMBPRINT
OF SIGNER #1

Top of thumb here

RIGHT THUMBPRINT
OF SIGNER #2

Top of thumb here

COMPANY NAME: Chaparral City Water Company YEAR ENDING 12/31/2010

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	\$1,720,532
Estimated or Actual Federal Tax Liability	\$ 602,186
State Taxable Income Reported	\$1,189,749
Estimated or Actual State Tax Liability	\$82,902
Amount of Grossed-Up Contributions/Advances:	
Amount of Contributions/Advances	\$ 5,694
Amount of Gross-Up Tax Collected	\$ 0
Total Grossed-Up Contributions/Advances	\$ 5,694

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4-26-2011
DATE

Gladys M. Farrow
PRINTED NAME

Treasurer and Assistant Secretary
TITLE

4/11/82

ACC UTILITIES DIRECTOR

CALIFORNIA JURAT WITH AFFIANT STATEMENT

- ☒ See Attached Document (Notary to cross out lines 1–6 below)
☐ See Statement Below (Lines 1–5 to be completed only by document signer[s], *not* Notary)

Signature of Document Signer No. 1

Signature of Document Signer No. 2 (if any)

State of California

County of San Bernardino

Subscribed and sworn to (or affirmed) before me on this

26th day of April, 2011, by
Date Month Year

(1) Gladys Farrow,
Name of Signer

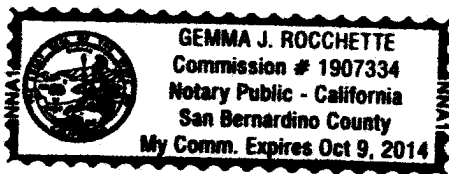
proved to me on the basis of satisfactory evidence
to be the person who appeared before me (.) (.)

(and

(2) _____,
Name of Signer

proved to me on the basis of satisfactory evidence
to be the person who appeared before me.)

Signature Gemma J. Rocchette
Signature of Notary Public



Place Notary Seal Above

OPTIONAL

*Though the information below is not required by law, it may prove
valuable to persons relying on the document and could prevent
fraudulent removal and reattachment of this form to another document.*

Further Description of Any Attached Document

Title or Type of Document: Sworn Stmt IntraState Revenues

Document Date: 4.26.11 Number of Pages: One

Signer(s) Other Than Named Above: None

RIGHT THUMBPRINT
OF SIGNER #1

Top of thumb here

RIGHT THUMBPRINT
OF SIGNER #2

Top of thumb here

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED
MAY 08 2011
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Maricopa	
NAME (OWNER OR OFFICIAL)	Gladys M. Farrow	TITLE Treasurer and Assistant
COMPANY NAME	Chaparral City Water Company	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

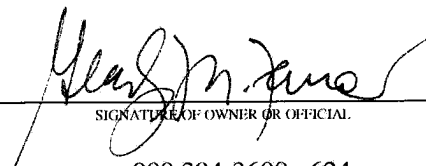
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$7,745,998

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 680,095
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**



SIGNATURE OF OWNER OR OFFICIAL
909 394-3600 x624
TELEPHONE NUMBER


SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS **DAY OF**

(SEAL)

MY COMMISSION EXPIRES

NOTARY PUBLIC NAME	
COUNTY NAME	
MONTH April	2011

SIGNATURE OF NOTARY PUBLIC

CALIFORNIA JURAT WITH AFFIANT STATEMENT

☒ See Attached Document (Notary to cross out lines 1-6 below)

☐ See Statement Below (Lines 1-5 to be completed only by document signer[s], *not* Notary)

Signature of Document Signer No. 1

Signature of Document Signer No. 2 (if any)

State of California

County of San Bernardino

Subscribed and sworn to (or affirmed) before me on this

26th day of April, 2011, by
Date Month Year

(1) Gladys Farrow
Name of Signer

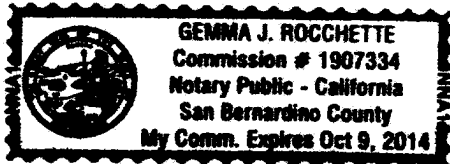
proved to me on the basis of satisfactory evidence
to be the person who appeared before me (.) (,)

(and

(2) _____
Name of Signer

proved to me on the basis of satisfactory evidence
to be the person who appeared before me.)

Signature Gemma J. Rocchette
Signature of Notary Public



Place Notary Seal Above

OPTIONAL

*Though the information below is not required by law, it may prove
valuable to persons relying on the document and could prevent
fraudulent removal and reattachment of this form to another document.*

Further Description of Any Attached Document

Title or Type of Document: Sworn Stmt. Residential Revenue
Intrastate Revenue only AZ

Document Date: 4.26.11 Number of Pages: one

Signer(s) Other Than Named Above: None

RIGHT THUMBPRINT
OF SIGNER #1

Top of thumb here

RIGHT THUMBPRINT
OF SIGNER #2

Top of thumb here